From: Melissa Smith

To: Sunita Singhvi; Ragan Broyles; Laurie King; troy hill

Subject: FYI - DOJ's e-mail to the TX AG's office on the Grand Prairie fact sheet

**Date:** 08/19/2009 03:20 PM

Importance: High

## FYI - DOJ has the raised the issue of the Health Dept's fact sheet to the AG's office.

---- Forwarded by Melissa Smith/R6/USEPA/US on 08/19/2009 03:17 PM -----

## RE: Delfasco - Term Sheet

Donnellan, to: Abby Ryan, Hal Morris Michael (ENRD) 08/19/2009 01:47 PM

Cc: Barbara Nann, Rebekah Reynolds, "Tenenbaum, Alan (ENRD)"

Hal and Abby, I am corrected that it is Texas Department of State Health Services, not TCEQ, that is issuing the fact sheet. I apologize for the confusion. Michael > ----Original Message----> From: Donnellan, Michael (ENRD) > Sent: Wednesday, August 19, 2009 2:30 PM
> To: 'Abby Ryan'; Hal Morris > Cc: Nann.Barbara@epamail.epa.gov; Reynolds.Rebekah@epamail.epa.gov; Tenenbaum, > Alan (ENRD) > Subject: RE: Delfasco - Term Sheet > Abby and Hal, > I am still waiting for the information on the plan. > Meanwhile, a new, related issue has come up. > Apparently, TCEQ plans to issue a Fact Sheet related to the Delfasco Site and to finalize it > within the next week. > The draft of the Fact Sheet that we saw was drafted as if it would be issued jointly by the > US and TX. > EPA reviewed the draft and had substantial concerns. > Chief among those concerns was TCEQ's statement TCE levels in indoor air were "lower > than those known to affect people's health." > EPA discussed those concerns with TCEQ. > In my not necessarily accurate understanding, TCEQ's statements may related to its conclusion that acute, short term impacts are not expected from the levels of TCE detected > in indoor air. It appears TCEQ did not include long-term carcinogenic risk in its > considerations. EPA's determination that the site presents an imminent and substantial

> endangerment was based on long-term, carcinogenic risks. Nothing in

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the draft that I saw
> made the distinction b/t EPA's conclusions and TCEQ's conclusions
clear.
> As I understand it, the end result of EPA's discussions with TCEQ is
that TCEQ plans to
> issue the fact sheet under its own name only and will not show any
additional drafts to
> EPA.
> I am alerting you to this for several reasons:
                       Depending on what the final draft says, it has the
potential to impact TX's
> claims under the VCP.
                       Even though the US will not be issuing the fact sheet,
           2.
any government issued
> determination that there is no threat at the Site has the potential to
impact the United States
> claims under RCRA Section 7003.
           3.
                       The potential for inconsistent fact sheets issued by
TCEQ and EPA seems
> like a bad idea.
> At this point, we don't know what the final draft will say and TCEQ
has said we will not
> have the opportunity to review it before it is issued.
> I think the best thing would be an accurate fact sheet that specified
the types of health
> threats that TCEQ concluded were not present and made clear the types
of health threats
> which it did not consider.
> I would be happy to discuss this further with you.
> Michael
> Michael T. Donnellan
> Senior Attorney
> Environmental Enforcement Section
> Environment and Natural Resources Division
> U.S. Department of Justice
> PO Box 7611
> Washington, D.C. 20
> Voice: 202-514-4226
                    20044-7611
> Voice:
> Fax: 202-616-6584
> Mobile: 202-532-3354
> Email: michael.donnellan@usdoj.gov
> OVERNIGHT MAIL ADDRESS:
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           Washington, DC 20004
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> > ----Original Message----
> > From: Abby Ryan [mailto:Abigail.Rushing@oag.state.tx.us]
>> Sent: Monday, August 17, 2009 1:11 PM
>> To: Donnellan, Michael (ENRD)
> Cc: Nann.Barbara@epamail.epa.gov; Reynolds.Rebekah@epamail.epa.gov;
Hal Morris;
> > Tenenbaum, Alan (ENRD)
> > Subject: RE: Delfasco - Term Sheet
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> > Good afternoon, Michael:
>> Following up on our email exchange, below, when may Hal and I expect
а
> > term sheet of the settlement/plan?
>> Thank you for your anticipated courtesies in this matter -
> > Abby Ryan
> > Abigail R. Ryan
>> Assistant Attorney General
> > Bankruptcy & Collections Div.
> > Office of The Texas Attorney General
> > (direct dial) 512-475-4933
> (fax) 512-482-8341
> > abigail.rushing@oag.state.tx.us
>>> "Donnellan, Michael (ENRD)" <Michael.Donnellan@usdoj.gov>
Monday,
> > August 03, 2009 5:46 PM >>>
> > Abby,
> > Thanks for your email.
> > If I understood correctly, Hal was looking for a description of the
> > agreed settlement plus an outline of the terms of the proposed plan.
> > At this point, our efforts to reduce the settlement in principle to
> > writing have gone more slowly than I would have like.
> > We are close, but not quite there.
> > Furthermore, since the settlement in principle does not include the
> > terms of the plan, I don't yet have all the information Hal was
> > looking
> > for.
> I will contact counsel for the Debtor and the Committee tomorrow and
> > try
> > to reinvigorate the efforts to get the information Hal requested.
> > As you are aware, since our last discussion, the District Court
> > granted
>> the Motion for Mandatory Withdrawal of Reference.
>> The District Court followed up with an Order requiring submission of
> > Joint Proposed Scheduling Order by today.
> > In lieu of a proposed Scheduling Order, the US and Delfasco
submitted
> > (about ten minutes ago) a Joint Stipulation requesting a stay of the
> > requirement to submit a scheduling order.
> > For your convenience, a copy of that filing is attached.
> > The underlying rationale for the requested stay was the idea that
Our
>> resources would be better focused on attempting to finalize a
> > settlement.
>> We acknowledged to the District Court that Texas has expressed
> > concerns.
> > I will update you soon on the status of my efforts to collect the
> > information Hal requested.
> >
> > Thanks,
> > Michael
> > Michael T. Donnellan
> > Senior Attorney
> > Environmental Enforcement Section
> > Environment and Natural Resources Division
> > U.S. Department of Justice
> > PO Box 7611
> > Washington, D.C.
                      20044-7611
> > Voice: 202-514-4226
> > Fax: 202-616-6584
> > Mobile: 202-532-3354
> > Email: michael.donnellan@usdoj.gov
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> > OVERNIGHT MAIL ADDRESS:
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              601 D Street, NW
              Washington, DC 20004
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> >
>>> ----Original Message----
> > From: Abby Ryan [mailto:Abigail.Rushing@oag.state.tx.us]
> > Sent: Monday, August 03, 2009 6:09 PM
> > To: Donnellan, Michael (ENRD)
>> > Cc: Hal Morris; Tenenbaum, Alan (ENRD)
> > Subject: Delfasco - Term Sheet
> > > Good afternoon, Michael:
>> This email is following up on the discussion that we had a few
weeks
> > ago wherein you indicated you would provide Hal and me with a term
> > sheet
>> for DOJ's/EPA's/Delfasco's settlement proposal.
>>> Please advise as to when Hal and I should expect this term sheet.
> > you for your continued courtesies in this matter.
> > Have a good afternoon-
> > >
> > Abby Ryan
> > > Abigail R. Ryan
> > Assistant Attorney General
>> > Bankruptcy & Collections Div.
>> > Office of The Texas Attorney General
> > (direct dial) 512-475-4933
> > (fax ) 512-482-8341
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